Scott M. Matheson, Governor Temple A. Reynolds, Executive Director Cleon B. Feight, Division Director

4241 State Office Building • Salt Lake City, UT 84114 • 801-533-5771

March 2, 1982

Mr. Richard Broschat Reclamation Scientist Atlas Minerals Corporation Big Indian Mines LaSal, Utah 84530

RE: Far West Mine ACT/037/019

Dear Rick,

Please find enclosed a copy of a recent update to the permit application history for Atlas' Far West Mine. Unless surface disturbance acreage has changed, either via reclamation or additional disturbance, we shall use the figure 22.8 acres for surety calculations. A figure of \$134,500 is the total sum arrived at for reclamation costs. This includes the 13% inflation factor calculated for a proposed five year permit term and will be subject to review after that time for reassessment. I have enclosed a rough copy of the form used for calculations for your interest. This sum will be used in the contract form unless a detailed itemization cost estimate is provided by Atlas Minerals that would be significantly different. In which case, I am sure a negotiated figure may be arranged.

I have also enclosed a recent copy of the standard MR form 6, Mined Lands Reclamation Contract. If Atlas Minerals cannot provide the previously arranged contract form as negotiated between Ms. Dragoo and Mr. Holtcamp, we will again initiate discussions on the applicability of contract forms using this for openers. Please arrange to have your current attorney make any additions or adjustments and provide an acceptable copy to the Division prior to April 1, 1982, so that our Special Assistant to the Attorney General may review it posthaste.

It is also the Division's intention to make a determination based on Rule M-7 regarding extended suspension of mining operations at the Far West Mine. Please submit any information you consider pertinent to the existing operation and function of the facilities currently in use at the Far West Mine Site so that an inspection may be scheduled within a 30 day time period.

Mr. Richard Broschat March 2, 1982 Page 2

Again, it is the intention of the Division to continue the review of all Atlas Mineral's mine plans in an expeditious manner in order to bring up to date that which has been postponed for so long. Please let me know if I may clarify any issues that I have already reviewed or contact me if I can be of assistance any other way.

Sincerely yours, 1/1

THOMAS N. TETTING ENGINEERING GEOLOGIST

TNT: vp

Enclosures